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FAR EAST TECHNOLOGY INTERNATIONAL LIMITED

遠東科技國際有限公司

(Incorporated in Hong Kong with limited liability)

(Website: <http://www.fet.com.hk>)

(Stock Code: 36)

DELAY IN CAPITAL REORGANISATION

The Capital Reorganisation will not come into effect on 20 October 2004. A further announcement will be made when the revised expected timetable is set.

Reference is made to the announcement made by the Company on 26 August 2004 (the "Announcement") and the supplemental circular of the Company dated 27 August 2004 (the "Circular"). Terms used herein have the meanings ascribed thereto in the Announcement and Circular.

As additional time is required to verify the permanent losses of the overseas subsidiaries of the Company and to book a date for the hearing of the petition for confirmation of the Capital Reduction by the Court, the Capital Reorganisation will be delayed and therefore will not come into effect on 20 October 2004 as expected at the time of the Circular. A further announcement will be made when the revised expected timetable is set.

As at the date of this announcement, the executive directors of the Company are Mr. Deacon Te Ken Chiu, Mr. Duncan Chiu and Mr. Dennis Chiu; the non-executive directors of the Company are Dato' David Chiu, Mr. Daniel Tat Jung Chiu, Mr. Derek Chiu, Mr. Desmond Chiu and Ms. Margaret Chiu; and the independent non-executive directors of the Company are Mr. Chi Man Ma, Dr. Lee G. Lam and Mr. Ryan Yen Hwung Fong.

By Order of the Board

Far East Technology International Limited
Duncan Chiu

Managing Director and Chief Executive Officer

Hong Kong, 18 October 2004